



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2009 Biennium

To open, right click on "Select a bill", select Worksheet Object/Edit. To exit, click outside the spreadsheet.

Bill #	HB0033	Title:	Revise 9-1-1 emergency phone system laws
Primary Sponsor:	McNutt, W.	Status:	As Amended

- | | | |
|-----------------------------------------------------------|--------------------------------------------------------|----------------------------------------------------------|
| <input type="checkbox"/> Significant Local Gov Impact | <input checked="" type="checkbox"/> Include in HB 2 | <input checked="" type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2007</u> <u>Difference</u>	<u>FY 2008</u> <u>Difference</u>	<u>FY 2009</u> <u>Difference</u>	<u>FY 2010</u> <u>Difference</u>	<u>FY 2011</u> <u>Difference</u>
Expenditures:					
General Fund	\$ (26,000)	\$ (156,000)	\$ (156,000)	\$ (156,000)	\$ (156,000)
State Special Revenue	\$ 42,779	\$ 274,049	\$ 292,602	\$ 312,411	\$ 333,562
Revenue:					
General Fund	\$ (42,779)	\$ (274,049)	\$ (292,602)	\$ (312,411)	\$ (333,562)
State Special Revenue	\$ 42,779	\$ 274,049	\$ 292,602	\$ 312,411	\$ 333,562
Net Impact-General Fund Balance	<u>\$ (16,779)</u>	<u>\$ (118,049)</u>	<u>\$ (136,602)</u>	<u>\$ (156,411)</u>	<u>\$ (177,562)</u>

Description of Bill: This bill will increase the distribution of 9-1-1 fee collections to the counties and reduce the state general fund balance.

FISCAL ANALYSIS

Assumptions:

1. The effective date in this bill is on passage and approval. For this fiscal note, it is assumed that the provisions of the bill will be effective May 1, 2007.
2. Revenue and expenditures are based on FY 2006 9-1-1 fee collections which are assumed to increase at the average annual growth rate in 9-1-1 fee collections from FY 2001 to FY 2006, or 6.77%, a year. Total 9-1-1 fees as reported by SABHRS at fiscal year end for FY 2006 were \$6,427,739.
3. Estimated 9-1-1 fees for FY 2007 based on the estimated growth rate of 6.77% are \$6,862,897 (\$6,427,739 x 1.067).
4. Total 9-1-1 fee revenues are estimated to be \$7,327,515 in FY 2008 (\$6,862,897 x 1.0677).
5. Total 9-1-1 fee revenues are estimated to be \$7,823,588 in FY 2009 (\$7,327,515 x 1.0677).
6. Total 9-1-1 fee revenues are estimated to be \$8,353,245 in FY 2010 (\$7,823,588 x 1.0677).

7. Total 9-1-1 fee revenues are estimated to be \$8,918,759 in FY 2011 (\$8,353,245 x 1.0677).
8. Current statute specifies that 3.74% of fees collected are deposited in the state general fund account. This amount is used to fund the State of Montana 9-1-1 Program. All other revenues are distributed by statute to the 9-1-1 jurisdictions and providers. In FY 2007 based upon estimated revenues in assumption 3 above, \$256,672 would be deposited in the general fund (\$6,862,897 x .0374). However since the assumed effective date of this bill is May 1, only two months, or 1/6, of revenues would not go to the general fund, but instead be deposited in the state special revenue account. Two months of revenues is \$42,779 (\$256,672 * 1/6).
9. Based upon the estimated total revenues in assumptions 4 through 7, the revenues deposited in the special revenue account fund instead of the general fund will be \$274,049 in FY 2008 (\$7,327,515 x .0374), \$292,602 in FY 2009 (\$7,823,588 x .0374), \$312,411 in FY 2010 (\$8,353,245 x .0374), and \$333,562 (\$8,918,759 x .0374) in FY 2011.

	<u>FY 2007 Difference</u>	<u>FY 2008 Difference</u>	<u>FY 2009 Difference</u>	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>
<u>Fiscal Impact:</u>					
<u>Expenditures:</u>					
To Counties	\$ 16,779	\$ 118,049	\$ 136,602	\$ 156,411	\$ 177,562
<u>Funding of Expenditures:</u>					
General Fund (01)	\$ (26,000)	\$ (156,000)	\$ (156,000)	\$ (156,000)	\$ (156,000)
State Special Revenue (02)	\$ 42,779	\$ 274,049	\$ 292,602	\$ 312,411	\$ 333,562
TOTAL Funding of Exp.	\$ 16,779	\$ 118,049	\$ 136,602	\$ 156,411	\$ 177,562
<u>Revenues:</u>					
General Fund (01)	\$ (42,779)	\$ (274,049)	\$ (292,602)	\$ (312,411)	\$ (333,562)
State Special Revenue (02)	\$ 42,779	\$ 274,049	\$ 292,602	\$ 312,411	\$ 333,562
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>					
General Fund (01)	\$ (16,779)	\$ (118,049)	\$ (136,602)	\$ (156,411)	\$ (177,562)
State Special Revenue (02)	\$ -	\$ -	\$ -	\$ -	\$ -

Effect on County or Other Local Revenues or Expenditures:

These additional funds are statutorily appropriated to the counties:

\$16,779 in FY 2007 (\$42,779-\$26,000);
 \$118,049 ((\$7,327,515 x 3.74%) - \$156,000) in FY 2008,
 \$136,602 in FY 2009 ((\$7,823,588 x .0374) - \$156,000),
 \$156,411 in FY 2010 ((\$8,353,245 x .0374) - \$156,000),
 \$177,562 ((\$8,918,759 x .0374) - \$156,000) in FY 2011.

Technical Notes:

1. HB 27 and HB 33 need to be coordinated.

Sponsor's Initials

Date

Budget Director's Initials

Date